

Lieutenant Governor

State of Utah **DEPARTMENT OF NATURAL RESOURCES**

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA Division Director

October 19, 2009

Don Fullmer Paradise Management, Inc. 905 North Main Fillmore, Utah 84631

Subject: Approval of Amended Notice of Intention to Commence Large Mining Operations (NOI)

Paradise Management Inc., Koosharem Mine, M/031/0002, Piute County, Utah

Dear Mr. Fullmer:

The Division has reviewed and hereby approves the amended NOI and subsequent supplemental information provided on January 27, 2009 for your Koosharem Mine. This material was provided at the request of the BLM to clarify your proposed mining sequence and reclamation plan in light of your agreement with Holcim (US) Inc. to evaluate and potentially acquire this operation from Paradise Management.

The Division was recently informed that little or no mining took place at the Koosharem mine this year, however Holcim is exercising their option to acquire the mine and is in the process of transferring the permit. Holcim also indicated to the Division that they would be operating under the amended NOI once the permit transfer is completed and they resume operations at the site thus making this amendment necessary. The approval is directed to you, as permit holder, since the transfer has not yet been completed. Once the Division receives the signed and notarized transfer pages and receives and approves the replacement surety, all correspondence will then be directed to Holcim.

The Division's approval of the amended notice of intention does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations.

Should you have any questions regarding this letter, please don't hesitate to call me at (801) 538-5261 or Lynn Kunzler at (801) 538-5310.

Paul B. Baker

Minerals Program Manager

PBB:lk:vs

Mike Toelle, Holcim (US) Inc

Stan Perke@blm.gov

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